

STATE RISK MANAGEMENT WORKERS COMPENSATION FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2007

	August-07				July-07				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Month	Net ROR	Market Value	Allocation	Month	Net ROR	FYTD	FY07	Ended	Ended
		Actual	Policy						Net	Net	6/30/2007	6/30/2007
											Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
Los Angeles Capital	171,688	4.1%	4.2%	1.09%	172,020	4.1%	4.2%	-3.21%	-2.15%	21.84%	13.35%	N/A
Total Structured Growth	171,688	4.1%	4.2%	1.09%	172,020	4.1%	4.2%	-3.21%	-2.15%	21.84%	13.35%	N/A
<i>Russell 1000 Growth</i>				1.59%				-1.55%	0.02%	19.04%	8.70%	
<i>Structured Value</i>												
LSV	169,392	4.0%	4.2%	1.43%	166,960	4.0%	4.2%	-4.84%	-3.48%	23.77%	19.00%	N/A
<i>Russell 1000 Value</i>				1.12%				-4.62%	-3.56%	21.87%	15.93%	
<i>Russell 1000 Enhanced Index</i>												
LA Capital	343,809	8.2%	8.3%	0.90%	340,671	8.2%	8.3%	-3.86%	-2.99%	21.27%	13.46%	N/A
<i>Russell 1000</i>				1.36%				-3.09%	-1.77%	20.43%	12.34%	
<i>S&P 500 Enhanced Index</i>												
Westridge	381,236	9.1%	8.3%	1.53%	366,794	8.8%	8.3%	-1.62%	-0.11%	21.12%	11.98%	N/A
<i>S&P 500</i>				1.50%				-3.10%	-1.65%	20.59%	11.68%	
<i>Index</i>												
State Street	105,868			0.80%	104,951			-4.09%	-3.31%	21.82%	12.34%	N/A
Total 130/30	105,868	2.5%	2.8%	0.80%	104,951	2.5%	2.8%	-4.09%	-3.31%	21.82%	12.34%	N/A
<i>S&P 500</i>				1.50%				-3.10%	-1.65%	20.59%	11.68%	
TOTAL LARGE CAP DOMESTIC EQUITY	1,171,994	27.9%	27.8%	1.20%	1,151,396	27.7%	27.8%	-3.22%	-2.06%	21.86%	13.76%	N/A
<i>S&P 500</i>				1.50%				-3.10%	-1.65%	20.59%	11.68%	
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	192,269	4.6%	4.6%	0.30%	191,949	4.6%	4.6%	-6.33%	-6.04%	18.39%	13.70%	N/A
<i>Russell 2000 + 200bp</i>				2.43%				-6.67%	-4.40%	18.76%	15.72%	
<i>Enhanced</i>												
Research Affiliates	186,332	4.4%	4.6%	0.87%	184,501	4.4%	4.6%	N/A	N/A	N/A	N/A	N/A
<i>Russell 2000</i>				2.27%				-6.84%	-4.73%			
TOTAL SMALL CAP DOMESTIC EQUITY	378,601	9.0%	9.3%	0.58%	376,450	9.0%	9.3%	-6.33%	-5.78%	18.39%	13.70%	N/A
<i>Russell 2000</i>				2.27%				-6.84%	-4.73%	16.44%	13.45%	
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	759,124	18.1%	18.6%	0.57%	754,521	18.1%	18.6%	0.16%	0.74%	7.29%	4.44%	N/A
<i>Lehman Aggregate</i>				1.23%				0.83%	2.07%	6.12%	3.98%	
<i>Mortgage Backed</i>												
Hyperion	208,749	5.0%	4.8%	-0.61%	213,212	5.1%	4.8%	0.09%	-0.52%	N/A	N/A	N/A
<i>Lehman Global Aggregate (US Securitized Portion)</i>				1.02%				1.09%	2.11%			
<i>Core Plus/Enhanced</i>												
Clifton Group	214,523	5.1%	4.8%	1.69%	211,051	5.1%	4.8%	1.64%	3.36%	5.52%	N/A	N/A
Prudential	208,292	5.0%	4.8%	0.95%	206,374	5.0%	4.8%	-0.29%	0.65%	N/A	N/A	N/A
Total Core Plus/Enhanced	422,815	10.1%	9.6%	1.32%	417,425	10.0%	9.6%	0.67%	2.01%	5.95%	N/A	N/A
<i>Lehman Aggregate</i>				1.23%				0.83%	2.07%	6.12%		
<i>Index</i>												
Bank of ND	379,777	9.0%	8.4%	1.32%	374,782	9.0%	8.4%	1.11%	2.45%	5.45%	2.92%	N/A
<i>Lehman Gov/Credit (1)</i>				1.28%				1.00%	2.29%	6.00%	3.04%	
<i>BBB Average Quality</i>												
Wells Capital (formerly Strong)	752,518	17.9%	18.6%	0.97%	744,759	17.9%	18.6%	-0.21%	0.76%	7.93%	4.86%	N/A
<i>Lehman US Credit BAA</i>				1.06%				-0.06%	1.00%	7.54%	4.47%	
TOTAL DOMESTIC FIXED INCOME	2,522,983	60.0%	60.0%	0.83%	2,504,700	60.2%	60.0%	0.27%	1.10%	7.11%	3.89%	N/A
<i>Lehman Aggregate (2)</i>				1.23%				0.83%	2.07%	6.12%	4.13%	
CASH EQUIVALENTS												
Bank of ND	128,353	3.1%	3.0%	0.43%	127,671	3.1%	3.0%	0.44%	0.87%	5.36%	4.10%	N/A
<i>90 Day T-Bill</i>				0.56%				0.39%	0.95%	5.21%	3.78%	
TOTAL RISK MANAGEMENT FUND	4,201,931	100.0%	100.0%	0.90%	4,160,216	100.0%	100.0%	-1.37%	-0.49%	12.18%	7.04%	N/A
<i>POLICY TARGET BENCHMARK</i>				1.38%				-0.98%	0.38%	10.97%	6.74%	

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) From April 1, 2004, through June 30, 2005, the benchmark was the LB Intermediate Govt/Credit index.

(2) Prior to July 1, 2005, the benchmark was LB Govt/Credit Index.